

Memorandum

To : Arthur H. Rosenfeld, Presiding Member
James D. Boyd, Associate Member

Date: March 26, 2002
Telephone: ATSS (916) 653-1227
File: s: projects/riolinda/elverta

From : California Energy Commission - Lance Shaw *Lance Shaw 26 Mar. 02*
1516 Ninth Street
Sacramento, CA 95814-5512
Energy Commission Project Manager

Subject : RIO LINDA/ELVERTA POWER PROJECT (01-AFC-1)
STATUS REPORT #10

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|----------------------------------|
| DOCKET 01-AFC-1 |
| DATE MAR 26 2002 |
| RECD. MAR 28 2002 |

Progress on Significant Issues

To date staff has not received any of the required documents from the applicant identified in the Committee's September 21, 2001 order.

The following areas still have unresolved issues:

Air Quality; Biological Resources; Land Use; Noise; Visual Resources; Worker Safety and Fire Protection; Water and Soil Resources; and Transmission System Engineering.

Air Quality:

Energy Commission and Sacramento Metropolitan Air Quality Management District (District) staff have discussed the letter from the District to the applicant dated February 6, 2002, subject: "Status of Emission Reduction Credit Processing – FPL Energy". This document has been posted on the project's website. Staff also discussed the document with the applicant and its attorney, to whom the letter is addressed.

The applicant has proposed the use of agricultural burn credits as a part of the emission reduction credits (ERC) package which it has submitted to the air district to offset the plant's air pollution emissions. The District is waiting for the U.S. Environmental Protection Agency (EPA) to provide guidance on how to value agricultural burn credits. This guidance ruling was expected by the end of March 2002. From our review of the offset package provided by FPL, it appears that the applicant is currently short ERCs in some quarters.

cc: Rio Linda/Elverta Power Project Proof of Service list

PROOF OF SERVICE (REVISED _____) FILED WITH

ORIGINAL MAILED FROM SACRAMENTO ON 3/28/02
Colleen M. Johnson